

International, but it can't do it because Omaha Steaks doesn't have any presence in there except mail order sales. Wyoming couldn't care less about Omaha Steaks International. So when you get caught up in the throwback argument sometimes it is...you can get sympathetic to Senator Hannibal's point of view because we, in effect, are including in our equation income from a state which wouldn't even tax a corporation. But we are also...like Wyoming. But we are also including within the equation income from the Iowa that would tax that corporation if it could, but it can't because there is no nexus.

SENATOR ASHFORD: And that applies nationwide to any state that has...

SENATOR V. JOHNSON: Right, a very significant number of states apply throwback, I think it is almost universal, but I can't say that unequivocally.

SENATOR ASHFORD: Thank you.

SPEAKER BARRETT: Thank you. Any further discussion on the advancement of the bill? Any other questions? If not, Senator Johnson, you are entitled to a closing on the advancement.

SENATOR V. JOHNSON: I think that the bill has been adequately explained. I did make one mistake, I didn't tell you the worst news. I stopped in the year 1993 and '94 with this bill losing the state \$2.8 million. I forgot the year 1994-1995 with the bill losing the state \$4.3 million, and continuing to lose 4.3 thereafter. That is the worst dollar figure. The bill, as given to us by the Governor, would have resulted, by 1994-95, in a \$7 million loss. If in fact you choose to put in the elimination of throwback provisions on Select File, that will result in another \$11 million loss, so the bill would then become a \$15 million annual loser starting in 1995. I think that going to 4.3 million by 1995 is probably adequate for the purposes that we have set out to do which is to reward home office, reward Nebraska expansion and Nebraska growth and do it through a change in the unitary tax. With that, I would offer the bill to you.

SPEAKER BARRETT: Thank you, sir. The question is, shall LB 772 be advanced to E & R Initial? All in favor vote aye, opposed nay. Voting on the advancement of the bill. Have you all voted? Have you all voted? Please record.